DATE: AUGUST 18, 2006

TO: ALL INTERESTED PARTIES

RE: M.V. ELWHA PROPULSION

CONTROL SYSTEM REPLACEMENT

CONTRACT NO. 00-7171

ADDENDUM NO. 5

FINANCIAL AND SCHEDULE PROPOSAL FORM RFP Volume I

TECHNICAL SPECIFICATIONS RFP Volume II

Attached hereto and incorporated herein are revisions to the RFP Financial and Schedule Proposal Form and Technical Specifications documents.

All other terms and conditions remain unchanged. All proposers will be required to acknowledge receipt of this Addendum on a re-submitted Financial and Schedule Proposal Form (see revisions to the Financial and Schedule Proposal Form, herein). All Addenda will become a part of the Contract.

Sincerely,

Ben Dietz Legal Services / Contracts Development Mgr.

Attachments

ATTACHMENT TO ADDENDUM NO. 5

CONTRACT PROVISIONS & SAMPLE FORMS RFP Volume I

FINANCIAL AND SCHEDULE PROPOSAL FORM

Pages 2 and 5. Pages 2 and 5 of the Financial and Schedule Proposal Form have been revised to clarify that the Optional Contract Work is additional to the Base Contract Work, and is to be priced accordingly, i.e. additive (not deductive) pricing on the Form. Attached hereto and incorporated herein is a revised Financial and Schedule Proposal Form for completion and submittal. The revised Form will replace and supersede the originally submitted Form.

TECHNICAL SPECIFICATIONS RFP Volume II

PROPULSION SWITCHBOARD Section 5.6

Below the title to Section 5.6, insert the following clarification Note:

"Note:

Notwithstanding anything to the contrary in the project Specifications, it is the State's intent that the Optional Work described in the Specifications is to be conducted only upon advance direction by WSF. Such work is not part of the base Contract Work. Accordingly, WSF has modified the Financial and Schedule Proposal Form (by RFP Addendum) to specify such Optional Work, as additive (not deductive) work for purposes of determining the Total Proposal Price for Award (base Contract Work only) and the Total Proposal Price for Evaluation (base Contract Work plus Optional Work)."

(END)